

**6.I 10 PERCENT BIENNIAL BASE REDUCTION OPTIONS**  
82nd Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

Date: 8/26/2010  
Time: 2:40:13PM

Agency code: **537** Agency name: **State Health Services, Department of**

Item Priority and Name/ Method of Financing	REVENUE LOSS			REDUCTION AMOUNT			TARGET
	2012	2013	Biennial Total	2012	2013	Biennial Total	

**1 Children's Outreach Heart Program**

**Category:** Programs - Service Reductions (Contracted)

**Item Comment:** SB1, 81st Legislature, Article II, DSHS, Rider 50. Funding for the Children's Outreach Heart Program. Out of funds appropriated in Strategy A.3.1, Health Promotion and Chronic Disease Prevention, \$247,000 in General Revenue Funds in each fiscal year of the 2010-11 biennium shall be used for the purposes of the Children's Outreach Heart Program in Corpus Christi for the prevention of heart disease and the early detection and intervention for heart defects in the Coastal Bend and South Texas. However, there is currently no contract in place for the Children's Outreach Heart Program. The entity that was to receive the funding per legislative intent notified DSHS that they were no longer interested in pursuing the funding stream, but would continue services.

Strategy: 1-3-1 Health Promotion & Chronic Disease Prevention

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$247,000	\$247,000	\$494,000
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$247,000</b>	<b>\$247,000</b>	<b>\$494,000</b>
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$247,000</b>	<b>\$247,000</b>	<b>\$494,000</b>

**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**2 Farmer's Market**

**Category:** Programs - Service Reductions (Other)

**Item Comment:** Eliminates the Farmer's Market Nutrition Program. Funds are used to match USDA grant. The program currently operates in only 32 counties. Five \$2 vouchers are provided to each woman and child issued WIC benefits in those counties. Depending on the growing season in each county, the benefits are issued for three consecutive months between April and August.

Strategy: 2-1-1 Provide WIC Services: Benefits, Nutrition Education & Counseling

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$427,024	\$427,024	\$854,048
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$427,024</b>	<b>\$427,024</b>	<b>\$854,048</b>

Federal Funds

555 Federal Funds	\$1,254,848	\$1,254,848	\$2,509,696
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	2012	2013	Biennial Total	2012	2013	Biennial Total	
<b>Federal Funds Total</b>	<b>\$1,254,848</b>	<b>\$1,254,848</b>	<b>\$2,509,696</b>				
<b>Item Total</b>	<b>\$1,254,848</b>	<b>\$1,254,848</b>	<b>\$2,509,696</b>	<b>\$427,024</b>	<b>\$427,024</b>	<b>\$854,048</b>	
<b>FTE Reductions (From FY 2012 and FY 2013 Base Request)</b>				<b>0.4</b>	<b>0.4</b>		

**3 Obesity Prevention**

**Category:** Programs - Grant/Loan/Pass-through Reductions

**Item Comment:** This item would reduce initiatives to prevent and decrease obesity. DSHS would discontinue social marketing efforts and reduce/eliminate community based nutrition and physical activity grants.

Strategy: 1-3-1 Health Promotion & Chronic Disease Prevention

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$500,000	\$500,000	\$1,000,000
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$500,000</b>	<b>\$500,000</b>	<b>\$1,000,000</b>
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$500,000</b>	<b>\$500,000</b>	<b>\$1,000,000</b>

**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**4 Diabetes Prevention and Control**

**Category:** Programs - Service Reductions (Contracted)

**Item Comment:** DSHS received \$3 million GR each year for the 2010-11 biennium to reduce the health and economic burdens of diabetes through expansion of the Texas Diabetes Council/Stark Diabetes Center model of community-based diabetes care and education. These funds were reduced in the 2010-11 biennium to meet the 5% reduction and that reduction continues at 200,000 each year in the base request. This item would further reduce this initiative.

Strategy: 1-3-1 Health Promotion & Chronic Disease Prevention

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$250,000	\$250,000	\$500,000
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$250,000</b>	<b>\$250,000</b>	<b>\$500,000</b>
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$250,000</b>	<b>\$250,000</b>	<b>\$500,000</b>

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**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**5 Donate Life Registry**

**Category:** Programs - Service Reductions (Other)

**Item Comment:** DSHS expends \$727,474 annually (\$1,454,948 biennium)to fund the Glenda Dawson Donate Life - Texas Program and support the Texas Organ, Tissue, and Eye Donor Council. Of this, approximately \$225,000 annually is used to provide for education of the public concerning the need/benefits of organ donation and how to become a registered donor. With this reduction, designing and distributing educational materials for prospective donors would be limited to a minimal level in an effort to comply with the law. This could result in a decrease in the number of new donors to the registry.

Strategy: 1-3-3 Kidney Health Care

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$200,000	\$200,000	\$400,000
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$200,000</b>	<b>\$200,000</b>	<b>\$400,000</b>
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$200,000</b>	<b>\$200,000</b>	<b>\$400,000</b>

**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**6 Immunizations - Adults**

**Category:** Programs - Service Reductions (Contracted)

**Item Comment:** DSHS would reduce one or more vaccines provided through public health department for uninsured/underinsured adults.

Strategy: 1-2-1 Immunize Children and Adults in Texas

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$500,000	\$500,000	\$1,000,000
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$500,000</b>	<b>\$500,000</b>	<b>\$1,000,000</b>
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$500,000</b>	<b>\$500,000</b>	<b>\$1,000,000</b>

**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**7 South Texas Health Care System**

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<b>Category:</b> Programs - Service Reductions (FTEs-Layoffs)							
<b>Item Comment:</b> 5,400 fewer appointments would be scheduled each year and 5,925 fewer procedures would be performed each year. Approximately 95% of the contracted preventive medical services would be eliminated. This would include all physician services related to gynecology screening; colon. breast and cervical cancer screening, diabetes education services and the diagnostic follow up and managed care for breast and cervical cancer. Staff will be reduced.							
Strategy: 3-1-2 South Texas Health Care System							
<u>General Revenue Funds</u>							
1 General Revenue Fund	\$0	\$0	\$0	\$1,250,000	\$1,250,000	\$2,500,000	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,250,000</b>	<b>\$1,250,000</b>	<b>\$2,500,000</b>	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,250,000</b>	<b>\$1,250,000</b>	<b>\$2,500,000</b>	
<b>FTE Reductions (From FY 2012 and FY 2013 Base Request)</b>				<b>7.0</b>	<b>7.0</b>		

**8 Primary Care**

**Category:** Programs - Service Reductions (Contracted)

**Item Comment:** The Primary Health Care Program provides comprehensive primary care services to clients at 150%FPL through contracts with 64 contractors as authorized by Chapter 31 of the H&S Code. The average cost per client performance measure is \$175. Based on this average, the reduction will affect 17,143 clients each year. PHC is categorical funding and will affect the infrastrucure of contractors to provide services.

Strategy: 2-1-4 Community Primary Care Services

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$3,000,000	\$3,000,000	\$6,000,000	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$3,000,000</b>	<b>\$3,000,000</b>	<b>\$6,000,000</b>	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$3,000,000</b>	<b>\$3,000,000</b>	<b>\$6,000,000</b>	
<b>FTE Reductions (From FY 2012 and FY 2013 Base Request)</b>				<b>2.0</b>	<b>2.0</b>		

**9 Epilepsy**

**Category:** Programs - Service Reductions (Contracted)

Date: 8/26/2010  
Time: 2:40:29PM

	REVENUE LOSS			REDUCTION AMOUNT		TARGET
Item Priority and Name/ Method of Financing	2012	2013	Biennial Total	2012	2013	Biennial Total
<p><b>Item Comment:</b> The Epilepsy program provides comprehensive medical and social services to clients with epilepsy at or below 200%FPL as authorized by Chapter 40, Health and Safety Code. Services are provided through 6 contractors statewide. The average cost per client is \$233, so the reduction will result in 966 fewer clients being served or decreased services to more clients.</p> <p>Strategy: 1-3-5 Epilepsy Hemophilia Services</p>						
<u>General Revenue Funds</u>						
1 General Revenue Fund	\$0	\$0	\$0	\$225,000	\$225,000	\$450,000
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$225,000</b>	<b>\$225,000</b>	<b>\$450,000</b>
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$225,000</b>	<b>\$225,000</b>	<b>\$450,000</b>
<b>FTE Reductions (From FY 2012 and FY 2013 Base Request)</b>						
<b>10 County Indigent</b>						
<b>Category:</b> Programs - Reimbursement and Rate Reductions						
<p><b>Item Comment:</b> With this additional reduction, DSHS would continue to assist counties in applying for SSI for eligible patients but no GR funds would be available to reimburse counties for expenditures in excess of the 8% they are required by law to provide for individuals at lower than 22% FPL.</p> <p>Strategy: 2-3-4 County Indigent Health Care Services</p>						
<u>General Revenue Funds</u>						
758 GR Match For Medicaid	\$0	\$0	\$0	\$13,629	\$13,630	\$27,259
1 General Revenue Fund	\$0	\$0	\$0	\$2,986,371	\$2,986,370	\$5,972,741
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$3,000,000</b>	<b>\$3,000,000</b>	<b>\$6,000,000</b>
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$3,000,000</b>	<b>\$3,000,000</b>	<b>\$6,000,000</b>
<b>FTE Reductions (From FY 2012 and FY 2013 Base Request)</b>				<b>1.0</b>	<b>1.0</b>	
<b>11 Indigent Health Care Reimbursement - UTMB</b>						
<b>Category:</b> Programs - Reimbursement and Rate Reductions						

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<b>Item Comment:</b> Reduces reimbursement to UTMB for indigent care. With the \$10 million appropriated each each, UTMB serves 6,392 uninsured/underinsured patients which represents an average cost of \$1,564. Thus with this reduction UTMB may serve 1,439 fewer clients.							
Strategy: 2-3-3 Indigent Health Care Reimbursement (UTMB)							
<u>Gr Dedicated</u>							
5049 Teaching Hospital Account	\$0	\$0	\$0	\$2,250,000	\$2,250,000	\$4,500,000	
<b>Gr Dedicated Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,250,000</b>	<b>\$2,250,000</b>	<b>\$4,500,000</b>	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,250,000</b>	<b>\$2,250,000</b>	<b>\$4,500,000</b>	

**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**12 EMS/Trauma Services**

**Category:** Programs - Reimbursement and Rate Reductions

**Item Comment:** Decreased reimbursement for trauma and EMS which could result in trauma facilities relinquishing their designation and EMS firms closing which translates into delays in transporting and treating critically ill or injured patients.

Strategy: 2-3-1 EMS and Trauma Care Systems

Gr Dedicated

5111 Trauma Facility And Ems	\$0	\$0	\$0	\$10,000,000	\$10,000,000	\$20,000,000	
<b>Gr Dedicated Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$10,000,000</b>	<b>\$10,000,000</b>	<b>\$20,000,000</b>	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$10,000,000</b>	<b>\$10,000,000</b>	<b>\$20,000,000</b>	

**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**13 Kidney Transportation**

**Category:** Programs - Reimbursement and Rate Reductions

**Item Comment:** Reduce reimbursement by 50% by reducing the per mile and maximum per month reimbursement rates, setting a minimum allowable reimbursement level, and /or setting a minimum and/or maximum allowable mileage per trip. The current reimbursement rate is 13 cents per mile with a \$200 maximum per month.

Strategy: 1-3-3 Kidney Health Care

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<u>General Revenue Funds</u>							
1 General Revenue Fund	\$0	\$0	\$0	\$2,250,000	\$2,250,000	\$4,500,000	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,250,000</b>	<b>\$2,250,000</b>	<b>\$4,500,000</b>	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,250,000</b>	<b>\$2,250,000</b>	<b>\$4,500,000</b>	

**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**14 Kidney - Medical**

**Category:** Programs - Service Reductions (Contracted)

**Item Comment:** With a reduction in GR funding of \$1,000,000, the KHC Program would achieve the necessary savings through such items as: increasing client drug co-pays; decreasing reimbursement to dialysis facilities; decreasing the number of drug prescriptions covered per month; and/or decreasing the monthly premium payment for Medicare Part D clients. Expenditure projections at the current benefit level for fiscal years 2012 - 2013 show a deficit to the anticipated expenditure level ; therefore, the KHC Program may need to adjust benefits or start a waiting list to remain within budgetary limitations.

Strategy: 1-3-3 Kidney Health Care

<u>General Revenue Funds</u>							
1 General Revenue Fund	\$0	\$0	\$0	\$500,000	\$500,000	\$1,000,000	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$500,000</b>	<b>\$500,000</b>	<b>\$1,000,000</b>	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$500,000</b>	<b>\$500,000</b>	<b>\$1,000,000</b>	

**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**15 Substance Abuse Intervention**

**Category:** Programs - Service Reductions (Contracted)

**Item Comment:** Eliminates the substance abuse Outreach, Screening, Assessment and Referral program requiring substance abuse service delivery changes. To compensate for the loss of OSARS consideration would be given to funding the regional PCR's or Regional Health Departments to provide Outreach and Referral services to providers in their region, and treatment providers would perform their own screening as they did prior to 2005. This may lead to increased waiting lists. The OSARS serve 81,662 clients per year.

Strategy: 2-2-5 Substance Abuse Prevention, Intervention and Treatment

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	2012	2013	Biennial Total	2012	2013	Biennial Total	
<u>General Revenue Funds</u>							
8002 GR For Subst Abuse Prev	\$0	\$0	\$0	\$1,924,250	\$1,924,250	\$3,848,500	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,924,250</b>	<b>\$1,924,250</b>	<b>\$3,848,500</b>	
<u>Federal Funds</u>							
555 Federal Funds	\$1,924,250	\$1,924,250	\$3,848,500				
<b>Federal Funds Total</b>	<b>\$1,924,250</b>	<b>\$1,924,250</b>	<b>\$3,848,500</b>				
<b>Item Total</b>	<b>\$1,924,250</b>	<b>\$1,924,250</b>	<b>\$3,848,500</b>	<b>\$1,924,250</b>	<b>\$1,924,250</b>	<b>\$3,848,500</b>	

**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**16 Support Service Reductions**

**Category:** Administrative - FTEs / Layoffs

**Item Comment:** These strategies provide central support to the DSHS service delivery. Core business activities include claims processing, revenue and cash management, grants management, federal funds reporting, internal audit, legal services and information technology support. DSHS deposits over 14,000 negotiable instruments each month including checks, cash, credit cards and federal cash draws. Over 1,800 travel vouchers and 7,500 purchase vouchers are processed each month. Reductions in strategy will result in delays in funding for direct services including travel due to slow reimbursement. Vendors may require advance payments due to slow payment of invoices which could impact lab testing as a result of inadequate supplies. Billings would be delayed including federal draws. Service delivery would also be impacted by delays in responding to information technology issues.

Strategy: 5-1-1 Central Administration

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$135,625	\$135,625	\$271,250	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$135,625</b>	<b>\$135,625</b>	<b>\$271,250</b>	

Strategy: 5-1-2 Information Technology Program Support

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$128,375	\$128,375	\$256,750	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$128,375</b>	<b>\$128,375</b>	<b>\$256,750</b>	



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Strategy: 5-1-3 Other Support Services							
<u>General Revenue Funds</u>							
1 General Revenue Fund	\$0	\$0	\$0	\$65,875	\$65,875	\$131,750	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$65,875</b>	<b>\$65,875</b>	<b>\$131,750</b>	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$329,875</b>	<b>\$329,875</b>	<b>\$659,750</b>	
<b>FTE Reductions (From FY 2012 and FY 2013 Base Request)</b>				<b>3.0</b>	<b>3.0</b>		

**17 Community Mental Health Services**

**Category:** Programs - Service Reductions (Contracted)

**Item Comment:** This item reduces community mental health services. Impacts 1,512 adult clients per year. A reduction in ongoing services will likely result in a decrease in the services available to persons already in service which is associated with higher rates of hospitalization and crisis utilization. 336 fewer children will receive services. More children seeking services will be placed on the waiting list. Youth who must wait before receiving treatment are anticipated to have a higher level of acuity and cost when they ultimately enter ongoing treatment. Impacts 3,736 crisis clients per year. A reduction in crisis services dollars translates into fewer dollars to provide hotline services, mobile crisis response, medication stabilization, urgent/emergent physician services, crisis skills training, and linkage/coordination with crisis services and follow up. Special psychiatric emergency stabilization, competency restoration, transitional and ongoing services are included in this item. NorthSTAR is structured as an insurance program with identified "covered lives." This program design guarantees access to needed care to all eligible individuals, with no wait lists. This level of reduction in GR funding would make the program financially unsustainable from an "actuarial" standpoint. Under the current open access managed care service model, the program serves approximately 60,000 persons annually. Reductions of this magnitude would likely require programmatic decisions about persons currently in services. Reductions in this area are likely to negatively impact Local Mental Health Authorities' ability to divert persons from the criminal justice system; which may exacerbate the issues associated with the Clearinghouse Wait List and legal action associated with this list. The Clearinghouse Wait List as of August 20, 2010 is 315 persons.

Strategy: 2-2-1 Mental Health Services for Adults

General Revenue Funds

8001 GR For MH Block Grant	\$0	\$0	\$0	\$8,471,777	\$8,471,777	\$16,943,554	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$8,471,777</b>	<b>\$8,471,777</b>	<b>\$16,943,554</b>	

Strategy: 2-2-2 Mental Health Services for Children

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<u>General Revenue Funds</u>							
8001 GR For MH Block Grant	\$0	\$0	\$0	\$2,182,266	\$2,182,266	\$4,364,532	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,182,266</b>	<b>\$2,182,266</b>	<b>\$4,364,532</b>	
Strategy: 2-2-3 Community Mental Health Crisis Services							
<u>General Revenue Funds</u>							
8001 GR For MH Block Grant	\$0	\$0	\$0	\$5,150,753	\$5,150,753	\$10,301,506	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$5,150,753</b>	<b>\$5,150,753</b>	<b>\$10,301,506</b>	
Strategy: 2-2-4 NorthSTAR Behavioral Health Waiver							
<u>General Revenue Funds</u>							
8001 GR For MH Block Grant	\$0	\$0	\$0	\$1,832,705	\$1,832,705	\$3,665,410	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,832,705</b>	<b>\$1,832,705</b>	<b>\$3,665,410</b>	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$17,637,501</b>	<b>\$17,637,501</b>	<b>\$35,275,002</b>	

**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**18 State Mental Health Hospital Services**

**Category:** Programs - Service Reductions (FTEs-Layoffs)

**Item Comment:** Will result in 910 fewer patients served in FY12 and FY13. Reduce NTSH-WF, SASH, and TSH by 24 beds. Reduce RSH by 44 beds and ASH by 14 beds. Will cause the forensic clearing house waiting list to back up, causing longer waits for patients in jail. Will limit hospital ability to accept civil committments, increasing stress on community services. Will impact an existing lawsuit concerning timely sevicees for patients in jail. In May of 2010 the list came very close to 400 persons waiting in jail. A reduction in available beds will also impact 3rd party revenue collections. The bed reduction could possibly impact disproportionate share revenue collections.

Strategy: 3-1-3 Mental Health State Hospitals

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$15,118,782	\$15,118,782	\$30,237,564
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**6.I 10 PERCENT BIENNIAL BASE REDUCTION OPTIONS**  
82nd Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

Date: 8/26/2010  
Time: 2:40:29PM

Agency code: **537** Agency name: **State Health Services, Department of**

Item Priority and Name/ Method of Financing	REVENUE LOSS			REDUCTION AMOUNT			TARGET
	2012	2013	Biennial Total	2012	2013	Biennial Total	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$15,118,782</b>	<b>\$15,118,782</b>	<b>\$30,237,564</b>	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$15,118,782</b>	<b>\$15,118,782</b>	<b>\$30,237,564</b>	
<b>FTE Reductions (From FY 2012 and FY 2013 Base Request)</b>				<b>233.0</b>	<b>233.0</b>		

**19 Massage Therapists**

**Category:** Programs - Service Reductions (FTEs-Layoffs)

**Item Comment:** Eliminates the Massage Therapy Licensing program. The elimination of this program would mean that licensing, compliance, and enforcement activities, including complaint investigations, would not be conducted for this profession. This could result in an increase in potential impact to clients related to criminal activity. Elimination of fee-generating programs also eliminates the fee revenue, resulting in an estimated decrease of ~\$ 4.1 million in revenue over the biennium. Texas Occupations Code, §§ 455.153, 455.1572(e), 455.160(a), 455.160, and; 455.161(b) and Texas Administrative Code §141.301 would need to be modified. If the reduction is taken, relevant Regulatory performance measures would need to be reduced.

Strategy: 4-1-4 Health Care Professionals

General Revenue Funds

1 General Revenue Fund	\$2,104,000	\$2,104,000	\$4,208,000	\$750,000	\$750,000	\$1,500,000
<b>General Revenue Funds Total</b>	<b>\$2,104,000</b>	<b>\$2,104,000</b>	<b>\$4,208,000</b>	<b>\$750,000</b>	<b>\$750,000</b>	<b>\$1,500,000</b>
<b>Item Total</b>	<b>\$2,104,000</b>	<b>\$2,104,000</b>	<b>\$4,208,000</b>	<b>\$750,000</b>	<b>\$750,000</b>	<b>\$1,500,000</b>
<b>FTE Reductions (From FY 2012 and FY 2013 Base Request)</b>				<b>12.0</b>	<b>12.0</b>	

**20 Diabetes Prevention and Control**

**Category:** Programs - Service Reductions (Contracted)

**Item Comment:** DSHS received \$3 million GR each year for the 2010-11 biennium to reduce the health and economic burdens of diabetes through expansion of the Texas Diabetes Council/Stark Diabetes Center model of community-based diabetes care and education. These funds were reduced in the 2010-11 biennium to meet the 5% reduction and that reduction continues at 200,000 each year in the base request. This item would further reduce this initiative.

Strategy: 1-3-1 Health Promotion & Chronic Disease Prevention

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$250,000	\$250,000	\$500,000
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Agency code: **537** Agency name: **State Health Services, Department of**

Item Priority and Name/ Method of Financing	REVENUE LOSS			REDUCTION AMOUNT			TARGET
	2012	2013	Biennial Total	2012	2013	Biennial Total	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$250,000</b>	<b>\$250,000</b>	<b>\$500,000</b>	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$250,000</b>	<b>\$250,000</b>	<b>\$500,000</b>	

**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**21 Women and Children's Health Services**

**Category:** Programs - Service Reductions (FTEs-Layoffs)

**Item Comment:** Eliminates the five dental health teams that provide preventive oral health services to over 9,000 (each team serves 1800) children annually through school and community-based dental surveillance and application of dental sealants and fluoride vanish, targeting low-income uninsured, elementary school-aged children in rural/underserved areas.

Strategy: 2-1-2 Women and Children's Health Services

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$800,000	\$800,000	\$1,600,000	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$800,000</b>	<b>\$800,000</b>	<b>\$1,600,000</b>	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$800,000</b>	<b>\$800,000</b>	<b>\$1,600,000</b>	

**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**9.0 9.0**

**22 South Texas Health Care System**

**Category:** Programs - Service Reductions (FTEs-Layoffs)

**Item Comment:** 49,000 prescriptions will not be filled. Eliminates all available prescription assistance for all patients as well as all radiology services.

Strategy: 3-1-2 South Texas Health Care System

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$1,250,000	\$1,250,000	\$2,500,000	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,250,000</b>	<b>\$1,250,000</b>	<b>\$2,500,000</b>	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,250,000</b>	<b>\$1,250,000</b>	<b>\$2,500,000</b>	

**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**4.0 4.0**

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Agency code: **537** Agency name: **State Health Services, Department of**

<u>Item Priority and Name/ Method of Financing</u>	REVENUE LOSS			REDUCTION AMOUNT			TARGET
	2012	2013	Biennial Total	2012	2013	Biennial Total	
<b>23 Primary Care</b>							
<b>Category:</b> Programs - Service Reductions (Contracted)							
<b>Item Comment:</b> The Primary Health Care Program provides comprehensive primary care services to clients at 150%FPL through contracts with 64 contractors as authorized by Chapter 31 of the H&S Code. The average cost per client performance measure is \$175. Based on this average, the reduction will affect an additional 8,571 clients each year. PHC is categorical funding and will affect the infrastructure of contractors to provide services.							
Strategy: 2-1-4 Community Primary Care Services							
<u>General Revenue Funds</u>							
1 General Revenue Fund	\$0	\$0	\$0	\$1,500,000	\$1,500,000	\$3,000,000	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,500,000</b>	<b>\$1,500,000</b>	<b>\$3,000,000</b>	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,500,000</b>	<b>\$1,500,000</b>	<b>\$3,000,000</b>	
<b>FTE Reductions (From FY 2012 and FY 2013 Base Request)</b>				<b>1.0</b>	<b>1.0</b>		
<b>24 Indigent Health Care Reimbursement - UTMB</b>							
<b>Category:</b> Programs - Reimbursement and Rate Reductions							
<b>Item Comment:</b> Reduces reimbursement to UTMB for indigent care. With the \$10 million appropriated each each, UTMB serves 6,392 uninsured/underinsured patients which represents an average cost of \$1,564. Thus with this reduction UTMB may serve 1,279 fewer clients.							
Strategy: 2-3-3 Indigent Health Care Reimbursement (UTMB)							
<u>Gr Dedicated</u>							
5049 Teaching Hospital Account	\$0	\$0	\$0	\$2,000,000	\$2,000,000	\$4,000,000	
<b>Gr Dedicated Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>	<b>\$4,000,000</b>	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,000,000</b>	<b>\$2,000,000</b>	<b>\$4,000,000</b>	

**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**25 EMS/Trauma Services**

**Category:** Programs - Reimbursement and Rate Reductions

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Agency code: **537** Agency name: **State Health Services, Department of**

Item Priority and Name/ Method of Financing	REVENUE LOSS			REDUCTION AMOUNT			TARGET
	2012	2013	Biennial Total	2012	2013	Biennial Total	
<b>Item Comment:</b> Decreased reimbursement for trauma and EMS which could result in trauma facilities relinquishing their designation and EMS firms closing which translates into delays in transporting and treating critically ill or injured patients.							
Strategy: 2-3-1 EMS and Trauma Care Systems							
<u>Gr Dedicated</u>							
5111 Trauma Facility And Ems	\$0	\$0	\$0	\$2,500,000	\$2,500,000	\$5,000,000	
<b>Gr Dedicated Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,500,000</b>	<b>\$2,500,000</b>	<b>\$5,000,000</b>	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,500,000</b>	<b>\$2,500,000</b>	<b>\$5,000,000</b>	

**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**26 Children with Special Health Care Needs**

**Category:** Programs - Service Reductions (Contracted)

**Item Comment:** With the reduction in GR funding of \$12,050,000 per year, the CSHCN program would serve approximately 837 less clients each year of the FY 2012-2013 biennium. The CSHCN Services Program serves Texas residents under 21 years of age with a chronic physical or developmental condition or a person of any age with cystic fibrosis. Eligible clients have a family income equal to or less than 200 percent of the federal poverty level. Reductions in funding at this level mean that the CSHCN Services Program would have very limited removal of clients from the waiting list (if any) and that some clients currently receiving comprehensive health care benefits would be put back on the waiting list for the program to remain within budgetary limitations. In addition, this level of GR reduction would jeopardize the state's capacity to provide the Maintenance of Effort state funding level of \$ 40.2 million required to maintain the Title V Maternal Child Health Block Grant, potentially resulting in elimination of estimated \$ 35M of federal funds. All funds available for any associated Title V federally funded programs within HHS enterprise would be jeopardized. (Need to include impacts for the other strategies that have a loss of Title V funds.)

Strategy: 1-1-2 Health Registries, Information, and Vital Records

Federal Funds

555 Federal Funds	\$1,555,471	\$1,555,471	\$3,110,942
<b>Federal Funds Total</b>	<b>\$1,555,471</b>	<b>\$1,555,471</b>	<b>\$3,110,942</b>

Strategy: 1-3-4 Children with Special Health Care Needs

General Revenue Funds

**6.I 10 PERCENT BIENNIAL BASE REDUCTION OPTIONS**  
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Agency code: **537** Agency name: **State Health Services, Department of**

Item Priority and Name/ Method of Financing	REVENUE LOSS			REDUCTION AMOUNT			TARGET
	2012	2013	Biennial Total	2012	2013	Biennial Total	
1 General Revenue Fund	\$0	\$0	\$0	\$9,448,377	\$9,448,378	\$18,896,755	
8003 GR For Mat & Child Health	\$0	\$0	\$0	\$2,601,623	\$2,601,622	\$5,203,245	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$12,050,000</b>	<b>\$12,050,000</b>	<b>\$24,100,000</b>	
<u>Federal Funds</u>							
555 Federal Funds	\$11,014,088	\$11,014,088	\$22,028,176				
<b>Federal Funds Total</b>	<b>\$11,014,088</b>	<b>\$11,014,088</b>	<b>\$22,028,176</b>				
Strategy: 1-4-1 Laboratory Services							
<u>Federal Funds</u>							
555 Federal Funds	\$1,235,368	\$1,235,368	\$2,470,736				
<b>Federal Funds Total</b>	<b>\$1,235,368</b>	<b>\$1,235,368</b>	<b>\$2,470,736</b>				
Strategy: 2-1-2 Women and Children's Health Services							
<u>Federal Funds</u>							
555 Federal Funds	\$18,999,504	\$18,999,504	\$37,999,008				
<b>Federal Funds Total</b>	<b>\$18,999,504</b>	<b>\$18,999,504</b>	<b>\$37,999,008</b>				
<b>Item Total</b>	<b>\$32,804,431</b>	<b>\$32,804,431</b>	<b>\$65,608,862</b>	<b>\$12,050,000</b>	<b>\$12,050,000</b>	<b>\$24,100,000</b>	

**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**27 Kidney - Medical**

**Category:** Programs - Service Reductions (Contracted)

**Item Comment:** With a reduction in GR funding of \$6,000,000, the KHC Program would serve approximately 4,273 less clients and reduce services to the remaining 14,727 each year of the FY 2012-2013 biennium. This reduction will result in the program initiating a waiting list for services and/or reducing current benefit levels to remain within budgetary limitations. Expenditure projections at the current benefit level for fiscal years 2012 - 2013 show a deficit to the anticipated expenditure level ; therefore, the KHC Program may need to adjust benefits or start a waiting list to remain within budgetary limitations.

Strategy: 1-3-3 Kidney Health Care

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<u>Item Priority and Name/ Method of Financing</u>	REVENUE LOSS			REDUCTION AMOUNT			TARGET
	2012	2013	Biennial Total	2012	2013	Biennial Total	
<u>General Revenue Funds</u>							
1 General Revenue Fund	\$0	\$0	\$0	\$3,000,000	\$3,000,000	\$6,000,000	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$3,000,000</b>	<b>\$3,000,000</b>	<b>\$6,000,000</b>	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$3,000,000</b>	<b>\$3,000,000</b>	<b>\$6,000,000</b>	
<b>FTE Reductions (From FY 2012 and FY 2013 Base Request)</b>				<b>1.0</b>	<b>1.0</b>		

**28 Immunizations - Children and Adults**

**Category:** Programs - Service Reductions (Contracted)

**Item Comment:** At this level of reduction, the overall safety-net program will need to reduce the number of children being vaccinated with GR funds (estimated 112,661 children). A significant portion of these children could be affected. This could end the public health clinic policy of turning no child away and instead will result in public clinics making referrals for those individuals that have health insurance to their medical homes for vaccines. If families are unable to go to their referral sites/medical homes, then the children may not be able to obtain vaccination services and could fall behind in the immunization schedule, ultimately lowering vaccine coverage levels and making our communities vulnerable to outbreaks of vaccine preventable diseases.

Strategy: 1-2-1 Immunize Children and Adults in Texas

<u>General Revenue Funds</u>							
1 General Revenue Fund	\$0	\$0	\$0	\$3,850,000	\$3,850,000	\$7,700,000	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$3,850,000</b>	<b>\$3,850,000</b>	<b>\$7,700,000</b>	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$3,850,000</b>	<b>\$3,850,000</b>	<b>\$7,700,000</b>	

**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**29 Support Service Reductions**

**Category:** Administrative - FTEs / Layoffs



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REVENUE LOSS				REDUCTION AMOUNT			TARGET
Item Priority and Name/ Method of Financing	2012	2013	Biennial Total	2012	2013	Biennial Total	
<b>Item Comment:</b> These strategies provide central support to the DSHS service delivery. Core business activities include claims processing, revenue and cash management, grants management, federal funds reporting, internal audit, legal services and information technology support. DSHS deposits over 14,000 negotiable instruments each month including checks, cash, credit cards and federal cash draws. Over 1,800 travel vouchers and 7,500 purchase vouchers are processed each month. Reductions in strategy will result in delays in funding for direct services including travel due to slow reimbursement. Vendors may require advance payments due to slow payment of invoices which could impact lab testing as a result of inadequate supplies. Billings would be delayed including federal draws. Service delivery would also be impacted by delays in responding to information technology issues.							
Strategy: 5-1-1 Central Administration							
<u>General Revenue Funds</u>							
1 General Revenue Fund	\$0	\$0	\$0	\$135,625	\$135,625	\$271,250	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$135,625</b>	<b>\$135,625</b>	<b>\$271,250</b>	
Strategy: 5-1-2 Information Technology Program Support							
<u>General Revenue Funds</u>							
1 General Revenue Fund	\$0	\$0	\$0	\$128,375	\$128,375	\$256,750	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$128,375</b>	<b>\$128,375</b>	<b>\$256,750</b>	
Strategy: 5-1-3 Other Support Services							
<u>General Revenue Funds</u>							
1 General Revenue Fund	\$0	\$0	\$0	\$76,125	\$76,124	\$152,249	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$76,125</b>	<b>\$76,124</b>	<b>\$152,249</b>	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$340,125</b>	<b>\$340,124</b>	<b>\$680,249</b>	
<b>FTE Reductions (From FY 2012 and FY 2013 Base Request)</b>				<b>3.0</b>	<b>3.0</b>		

**30 Community Mental Health Services**

**Category:** Programs - Service Reductions (Contracted)

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			REVENUE LOSS			REDUCTION AMOUNT			TARGET																																																																
Item	Priority	Name/ Method of Financing	2012	2013	Biennial Total	2012	2013	Biennial Total																																																																	
<p><b>Item Comment:</b> This item reduces community mental health services. Impacts 3,104 adult clients per year. A reduction in ongoing services will likely result in a decrease in the services available to persons already in service which is associated with higher rates of hospitalization and crisis utilization. 548 fewer children will receive services. More children seeking services will be placed on the waiting list. Youth who must wait before receiving treatment are anticipated to have a higher level of acuity and cost when they ultimately enter ongoing treatment. Impacts 4,543 crisis clients per year. A reduction in crisis services dollars translates into fewer dollars to provide hotline services, mobile crisis response, medication stabilization, urgent/emergent physician services, crisis skills training, and linkage/coordination with crisis services and follow up. Special psychiatric emergency stabilization, competency restoration, transitional and ongoing services are included in this item. NorthSTAR is structured as an insurance program with identified “covered lives.” This program design guarantees access to needed care to all eligible individuals, with no wait lists. This level of reduction in GR funding would make the program financially unsustainable from an “actuarial” standpoint. Under the current open access managed care service model, the program serves approximately 60,000 persons annually. Reductions of this magnitude would likely require programmatic decisions about persons currently in services. Reductions in this area are likely to negatively impact Local Mental Health Authorities’ ability to divert persons from the criminal justice system; which may exacerbate the issues associated with the Clearinghouse Wait List and legal action associated with this list. The Clearinghouse Wait List as of August 20, 2010 is 315 persons.</p> <p>Strategy: 2-2-1 Mental Health Services for Adults</p> <p><u>General Revenue Funds</u></p> <table><tr><td>8001</td><td>GR For MH Block Grant</td><td>\$0</td><td>\$0</td><td>\$0</td><td>\$12,506,612</td><td>\$12,506,612</td><td>\$25,013,224</td></tr><tr><td colspan="2"><b>General Revenue Funds Total</b></td><td><b>\$0</b></td><td><b>\$0</b></td><td><b>\$0</b></td><td><b>\$12,506,612</b></td><td><b>\$12,506,612</b></td><td><b>\$25,013,224</b></td></tr></table> <p><u>Federal Funds</u></p> <table><tr><td>555</td><td>Federal Funds</td><td>\$0</td><td>\$4,890,634</td><td>\$4,890,634</td><td></td><td></td><td></td></tr><tr><td colspan="2"><b>Federal Funds Total</b></td><td><b>\$0</b></td><td><b>\$4,890,634</b></td><td><b>\$4,890,634</b></td><td></td><td></td><td></td></tr></table> <p>Strategy: 2-2-2 Mental Health Services for Children</p> <p><u>General Revenue Funds</u></p> <table><tr><td>8001</td><td>GR For MH Block Grant</td><td>\$0</td><td>\$0</td><td>\$0</td><td>\$2,557,896</td><td>\$2,557,896</td><td>\$5,115,792</td></tr><tr><td colspan="2"><b>General Revenue Funds Total</b></td><td><b>\$0</b></td><td><b>\$0</b></td><td><b>\$0</b></td><td><b>\$2,557,896</b></td><td><b>\$2,557,896</b></td><td><b>\$5,115,792</b></td></tr></table> <p><u>Federal Funds</u></p> <table><tr><td>555</td><td>Federal Funds</td><td>\$0</td><td>\$1,000,249</td><td>\$1,000,249</td><td></td><td></td><td></td></tr><tr><td colspan="2"><b>Federal Funds Total</b></td><td><b>\$0</b></td><td><b>\$1,000,249</b></td><td><b>\$1,000,249</b></td><td></td><td></td><td></td></tr></table>										8001	GR For MH Block Grant	\$0	\$0	\$0	\$12,506,612	\$12,506,612	\$25,013,224	<b>General Revenue Funds Total</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$12,506,612</b>	<b>\$12,506,612</b>	<b>\$25,013,224</b>	555	Federal Funds	\$0	\$4,890,634	\$4,890,634				<b>Federal Funds Total</b>		<b>\$0</b>	<b>\$4,890,634</b>	<b>\$4,890,634</b>				8001	GR For MH Block Grant	\$0	\$0	\$0	\$2,557,896	\$2,557,896	\$5,115,792	<b>General Revenue Funds Total</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,557,896</b>	<b>\$2,557,896</b>	<b>\$5,115,792</b>	555	Federal Funds	\$0	\$1,000,249	\$1,000,249				<b>Federal Funds Total</b>		<b>\$0</b>	<b>\$1,000,249</b>	<b>\$1,000,249</b>			
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**6.I 10 PERCENT BIENNIAL BASE REDUCTION OPTIONS**  
82nd Regular Session, Agency Submission, Version 1  
Automated Budget and Evaluation System of Texas (ABEST)

Date: 8/26/2010  
Time: 2:40:29PM

Agency code: **537** Agency name: **State Health Services, Department of**

Item Priority and Name/ Method of Financing	REVENUE LOSS			REDUCTION AMOUNT			TARGET
	2012	2013	Biennial Total	2012	2013	Biennial Total	
Strategy: 2-2-3 Community Mental Health Crisis Services							
<u>General Revenue Funds</u>							
8001 GR For MH Block Grant	\$0	\$0	\$0	\$6,262,057	\$6,262,057	\$12,524,114	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$6,262,057</b>	<b>\$6,262,057</b>	<b>\$12,524,114</b>	
Strategy: 2-2-4 NorthSTAR Behavioral Health Waiver							
<u>General Revenue Funds</u>							
8001 GR For MH Block Grant	\$0	\$0	\$0	\$2,610,217	\$2,610,217	\$5,220,434	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,610,217</b>	<b>\$2,610,217</b>	<b>\$5,220,434</b>	
<u>Federal Funds</u>							
555 Federal Funds	\$0	\$2,610,217	\$2,610,217				
<b>Federal Funds Total</b>	<b>\$0</b>	<b>\$2,610,217</b>	<b>\$2,610,217</b>				
<b>Item Total</b>	<b>\$0</b>	<b>\$8,501,100</b>	<b>\$8,501,100</b>	<b>\$23,936,782</b>	<b>\$23,936,782</b>	<b>\$47,873,564</b>	

**FTE Reductions (From FY 2012 and FY 2013 Base Request)**

**31 State Mental State Hospital**

**Category:** Programs - Service Reductions (FTEs-Layoffs)

**Item Comment:** Will result in 518 fewer patients served in FY12 and FY13. Reduce NTSH-WF by 18 beds, RSH by 3 beds, SASH by 20 beds, TSH by 12 beds and ASH by 10 beds. Will cause forensic clearing house waiting list to back up, causing longer waits for patients in jail. Will limit hospital ability to accept civil commitments, increasing stress on community services. Will impact an existing lawsuit concerning timely services for patients in jail. A reduction in available beds will also impact 3rd party revenue collections. The bed reduction could possibly impact disproportionate share revenue collections.

Strategy: 3-1-3 Mental Health State Hospitals

General Revenue Funds

1 General Revenue Fund	\$0	\$0	\$0	\$7,388,524	\$7,388,524	\$14,777,048	
<b>General Revenue Funds Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$7,388,524</b>	<b>\$7,388,524</b>	<b>\$14,777,048</b>	

**6.I 10 PERCENT BIENNIAL BASE REDUCTION OPTIONS**  
82nd Regular Session, Agency Submission, Version 1  
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Date: 8/26/2010  
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Item Priority and Name/ <u>Method of Financing</u>	REVENUE LOSS			REDUCTION AMOUNT			TARGET
	2012	2013	Biennial Total	2012	2013	Biennial Total	
<b>Item Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$7,388,524</b>	<b>\$7,388,524</b>	<b>\$14,777,048</b>	
<b>FTE Reductions (From FY 2012 and FY 2013 Base Request)</b>							
<b>AGENCY TOTALS</b>							
General Revenue Total	\$2,104,000	\$2,104,000	\$4,208,000	\$102,474,863	\$102,474,862	\$204,949,725	\$208,548,882
GR Dedicated Total				\$16,750,000	\$16,750,000	\$33,500,000	\$29,900,843
Agency Grand Total	\$38,087,529	\$46,588,629	\$84,676,158	\$119,224,863	\$119,224,862	\$238,449,725	
Difference, Options Total Less Target							
Agency FTE Reductions (From FY 2012 and FY 2013 Base Request)				276.4	276.4		